

California Industry Projections 2005-2007

Nonfarm wage and salary employment in California is expected to grow at a 1.3 percent annual rate between 2005 and 2007. Forecasted employment in 2007 is anticipated to reach 15,391,100. Self-Employment, Unpaid Family Workers, Private Household Workers, and Farm Employment are added to nonfarm wage and salary employment to compute total employment. Total employment in California is expected to show an increase of 389,400 or nearly 1.2 percent annually between 2005 and 2007.

Over 70 percent of all nonfarm wage and salary jobs are forecasted to occur in Professional and Business Services (28 percent), Education and Health Services (16 percent), Leisure and Hospitality (15 percent), and Retail Trade (14 percent). Eight out of ten jobs that will be created through 2007 will be concentrated in Professional and Business Services (108,200), Education and Health Services (62,000), Leisure and Hospitality (56,700), Retail Trade (52,700), and Government (49,700).

Professional and Business Services is the fastest growing major industry sector growing at an annual rate of 2.5 percent. Over 108,000 jobs are expected to be added in the forecast period, with the majority of the increase in Employment Services (25,000), Management, Scientific, and Technical Consulting Services (16,600), Services to Buildings and Dwellings (15,900), and Computer Systems Design and Related Services (13,700).

Industries recording job losses over the projected period are: Construction (-9,700) and Manufacturing (-4,400). With higher mortgage interest rates and the cooling of the real estate market, the construction sector is expected to decline during the forecast period with a projected loss of -1 percent.

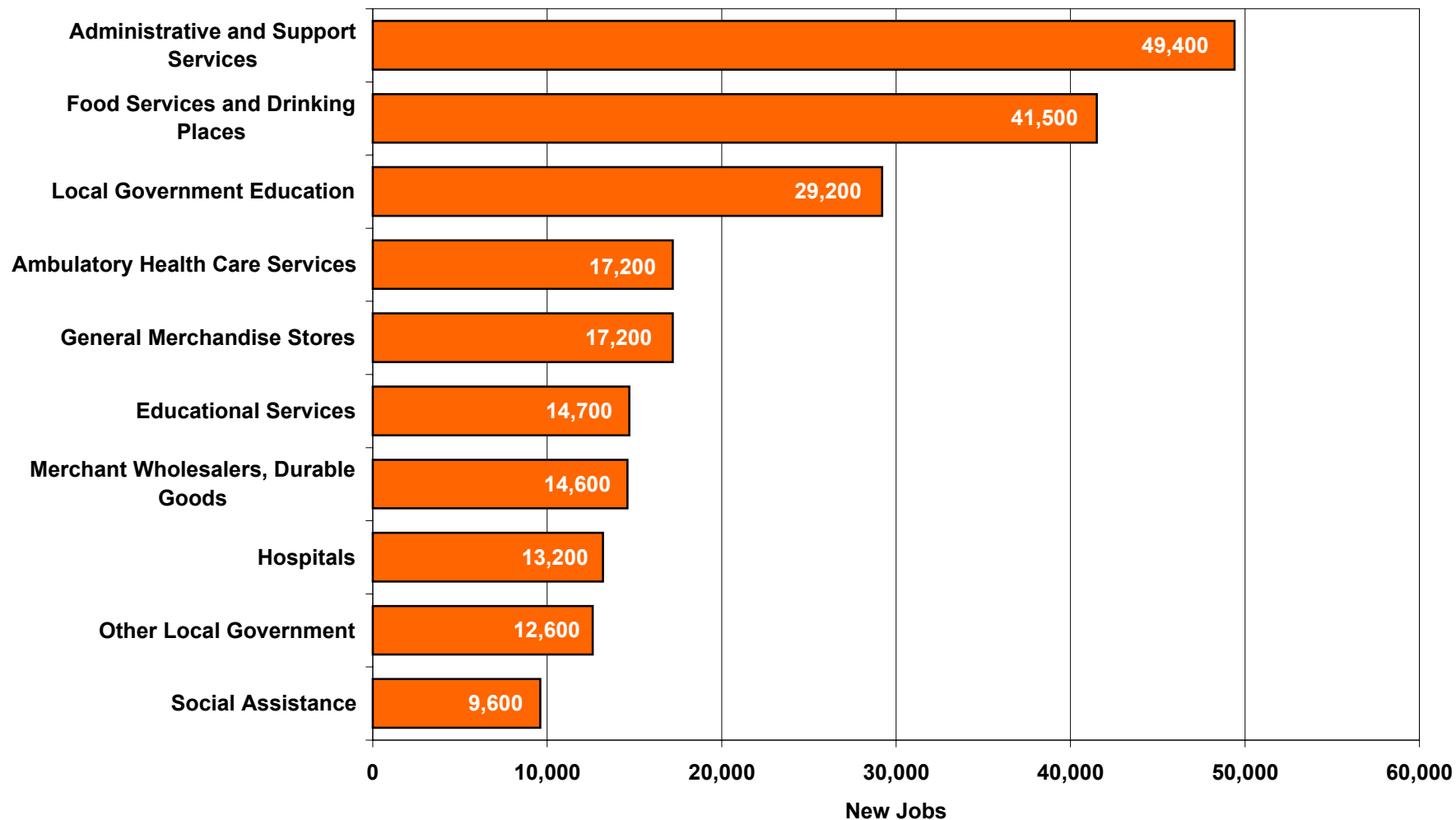
The Employment Development Department's Labor Market Information Division (LMID) developed these employment projections for the fourth quarter of 2005 to the fourth quarter of 2007. Because we used the fourth quarter (October-December) to make our employment estimates, seasonal industries, such as farming, may be slightly higher or lower than annual average employment estimates for the same industries published elsewhere.

The complete [Industry Employment Projections](#) are available on-line.

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**California
Top Ten Growth Industries
2005-2007**



**California
Top Ten Fastest Growing Industries
2005-2007**

